



INVESTMENT PERFORMANCE  
AND  
MANAGER REVIEW  
PRESENTATION

BOARD OF INVESTMENT COMMISSIONERS  
FOR THE  
EMPLOYEES' RETIREMENT SYSTEM

CITY OF PROVIDENCE  
RHODE ISLAND

JANUARY 2012

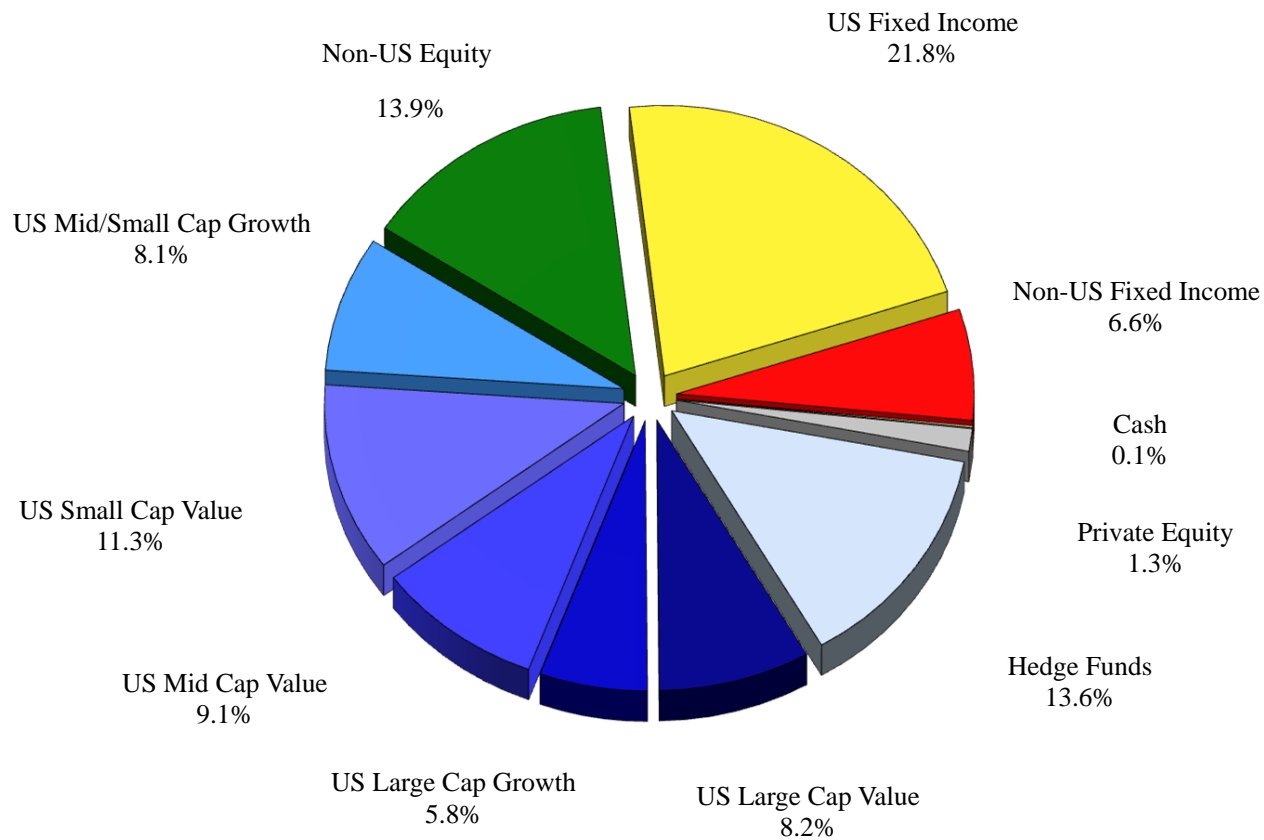
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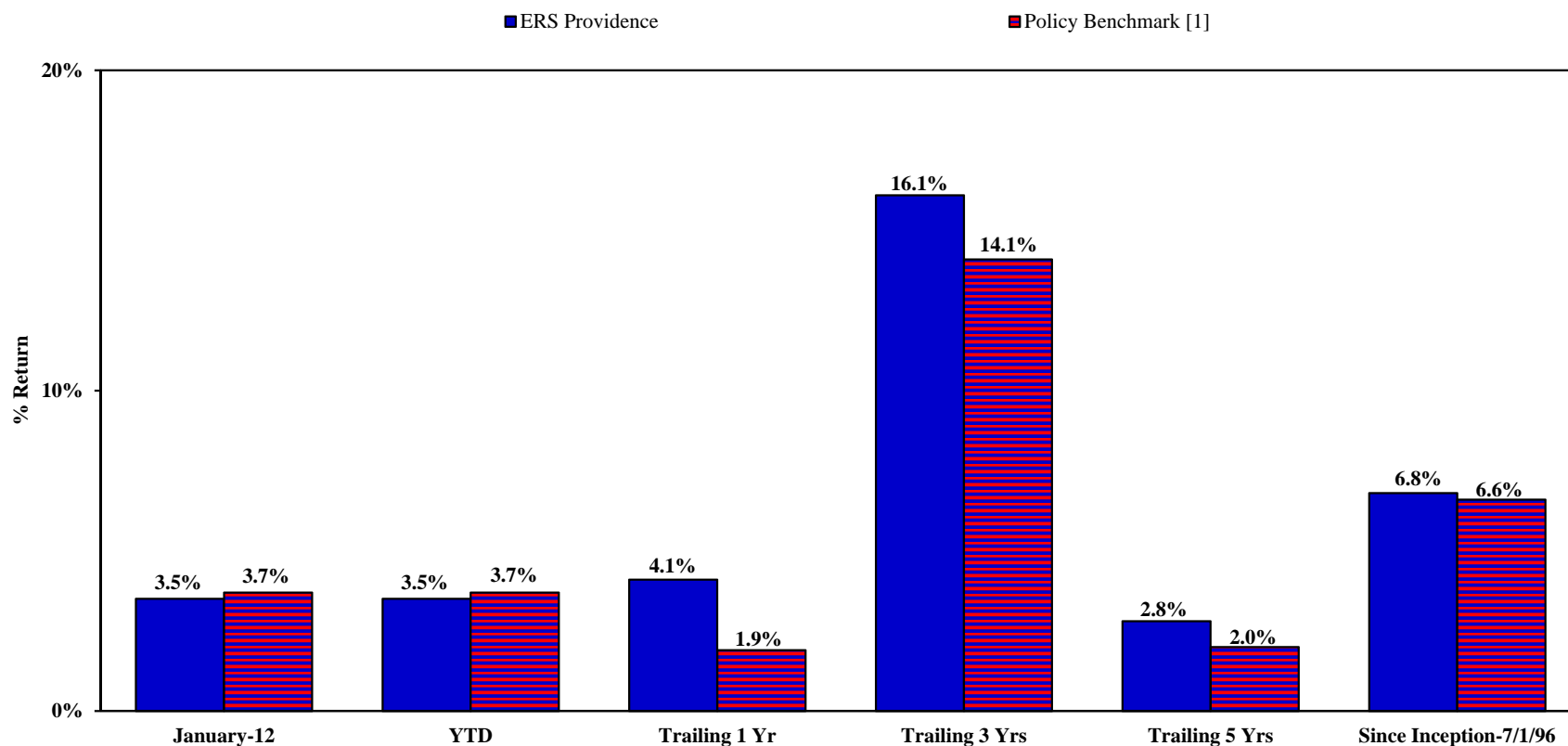
# Investment Performance and Investment Manager Review

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Providence, RI

***Investment Policy/Asset Allocation at January 31, 2012***





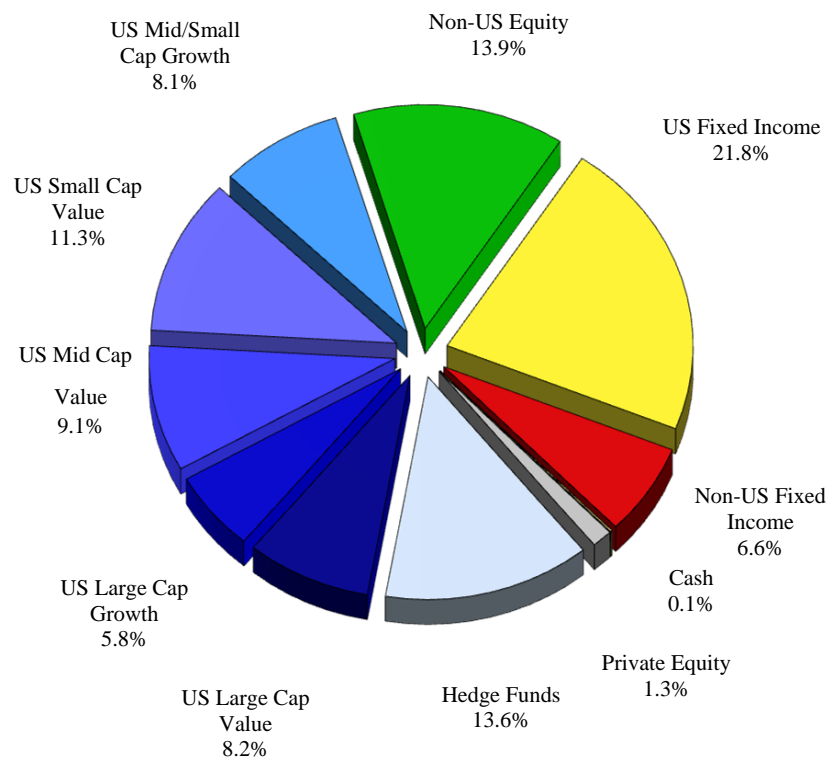
Returns for more than one year are annualized  
 Actuarial Rate of Return - 8.5%  
 Returns are Net of Fees

[1] Investment Policy Benchmark:

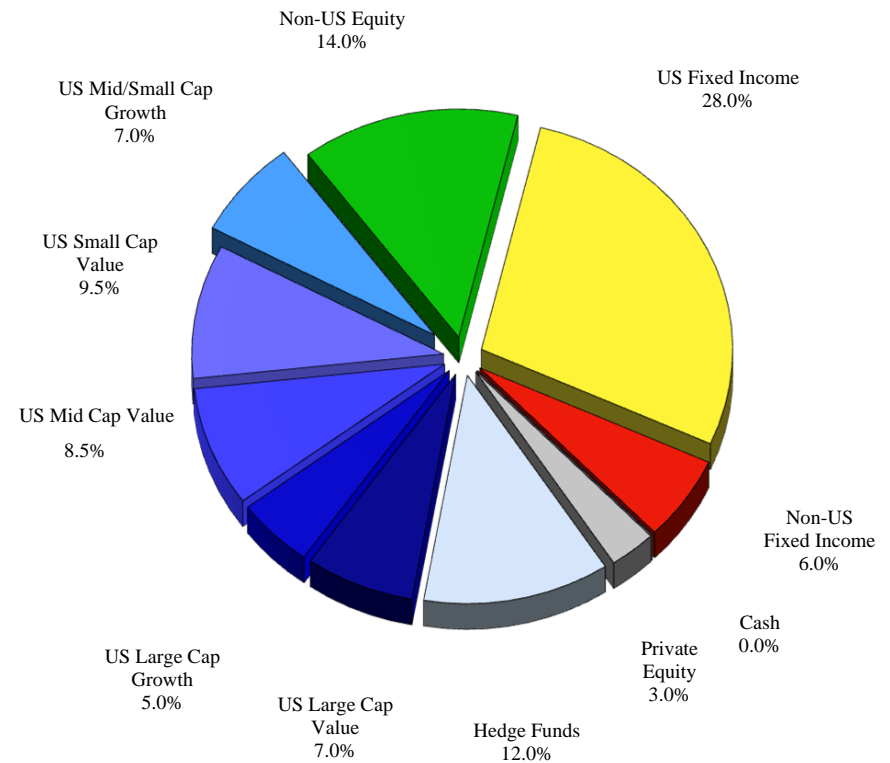
7/1/96 to 12/31/01: 5% S&P 500/7.5% Wil LCG/7.5% Wil LCV/5% Wil MCG/6.75% Wil MCV/5% Wil SCG/6.75% Wil SCV/8% MSCI EAFE/38% Bar G/C Int/3% Citi Non-US/7.5% 3 Mth T-Bill  
 1/1/02 to 3/31/06: 8.2% Rus 1K Val/8.6% Rus 1K Gr/10.8% R 2K Val/8.1% Rus 2500 Gr/8% Rus MCV/ 11.8% MSCI EAFE/30% Bar G/C Int/3% Citi Non-US/7.5% HFRI Fd of Fds/4% S&P 500 + 4%  
 4/1/06 to 4/30/09: 8.2% Rus 1K Val/8.6% Rus 1K Gr/10.8% R 2K Val/8.1% Rus 2500 Gr/8% Rus MCV/ 11.8% MSCI EAFE/26% Bar G/C Int/3% Citi Non-US/11.5% HFRI Fd of Fds/4% S&P 500 + 4%  
 5/1/09 to Present: 7% Rus 1K Val/5% Rus 1K Gr/9.5% R 2K Val/7% Rus 2500 Gr/8.5% Rus MCV/ 14% MSCI EAFE/28% Bar G/C Int/6% Citi Non-US/12% HFRI Fd of Fds/3% S&P 500 + 4%

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January 31, 2012

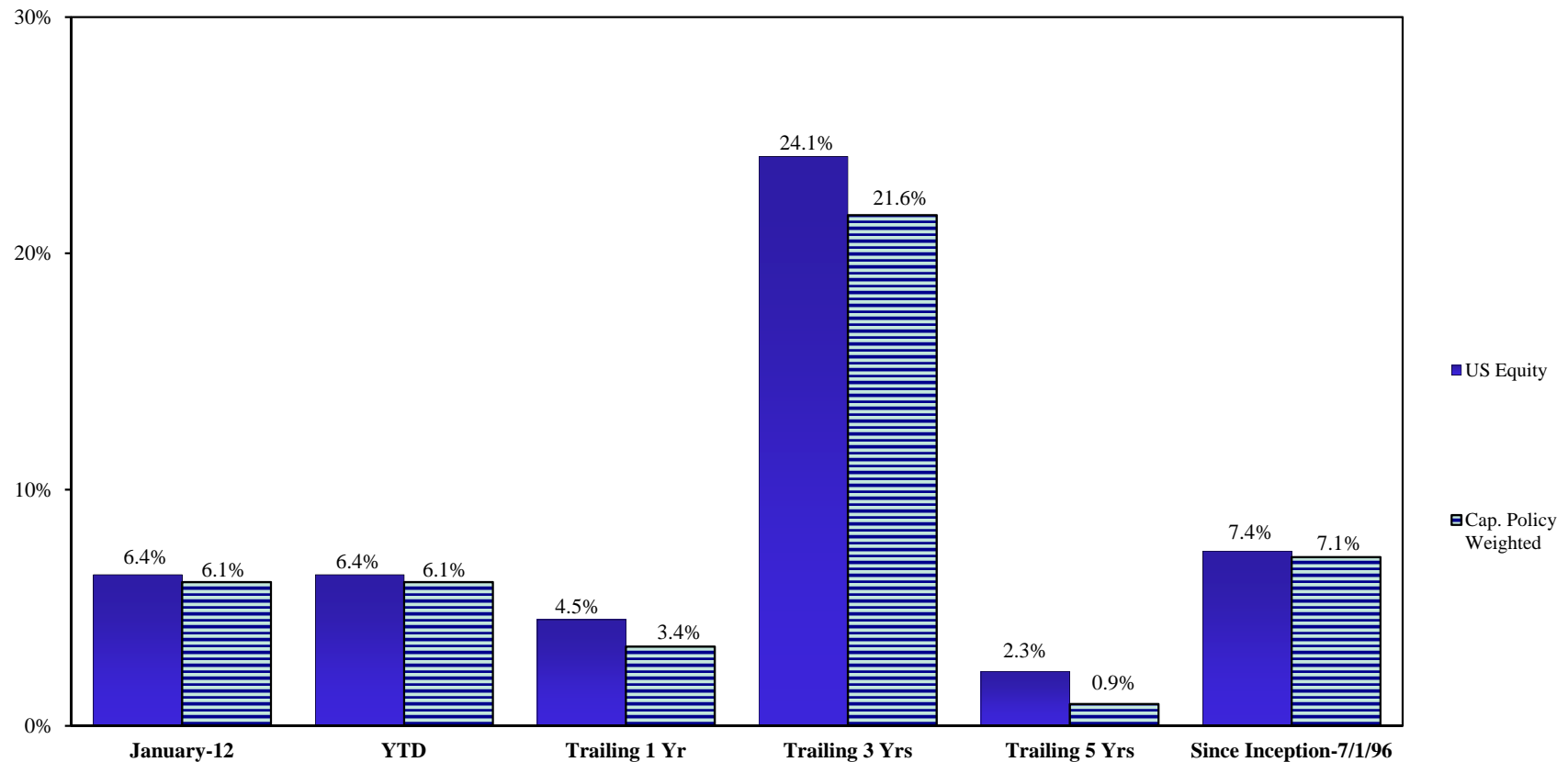


New Investment Policy/Asset Class Mix



## US Equity Manager Performance

### Total US Equity



#### Cap Policy Weighted Index:

46% Russell 1000/ 54% Russell 2000

#### Custom Russell 1000

Since Inception to 12/31/01- S & P 500/ 1/1/02 to Present- Russell 1000

#### Custom Russell 2000

Since Inception to 12/31/01- 50% WMSV & 50% WMSG/ 1/1/02 to Present- Russell 2000

Returns for more than one year are annualized

Returns are Net of Fees

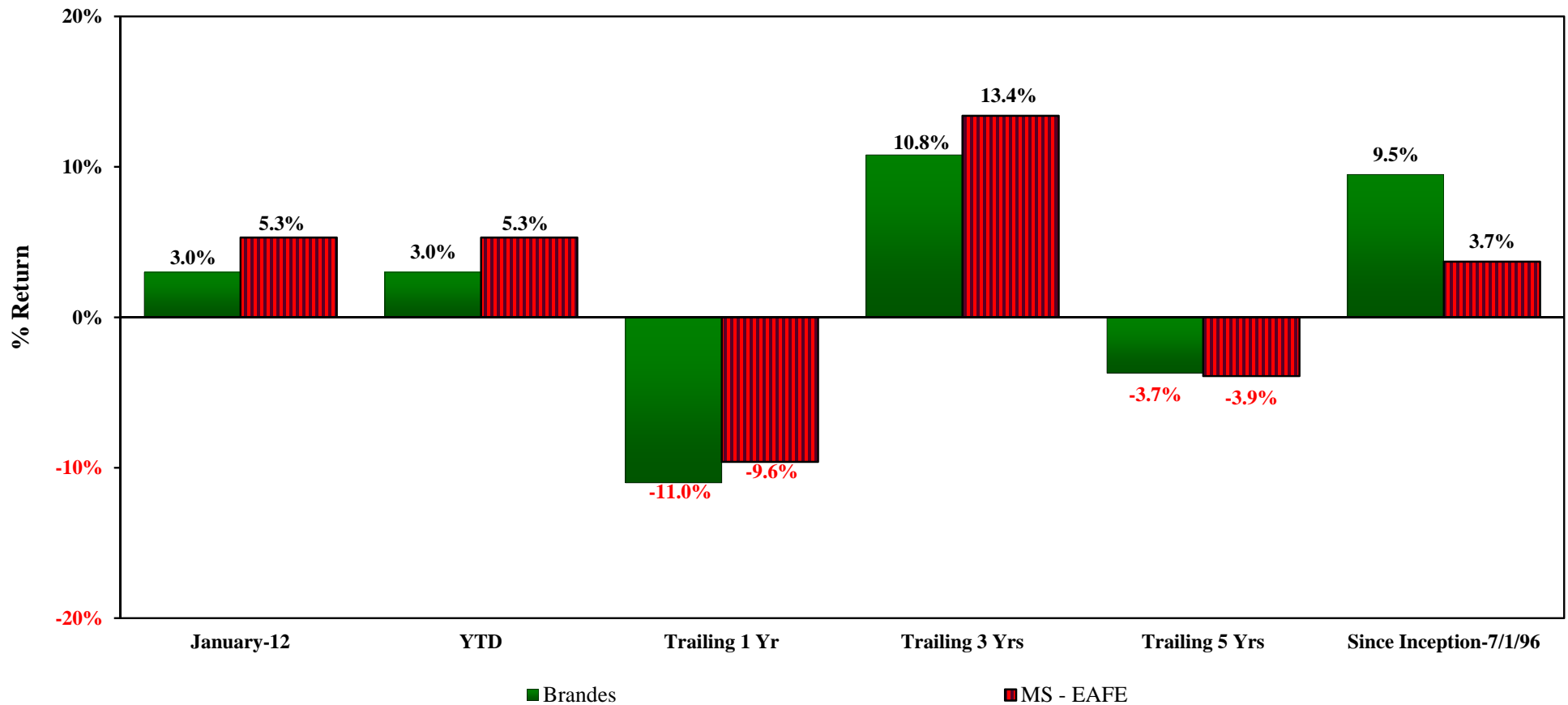
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## Non US Equity Manager Performance

### Brandes - EAFE Manager

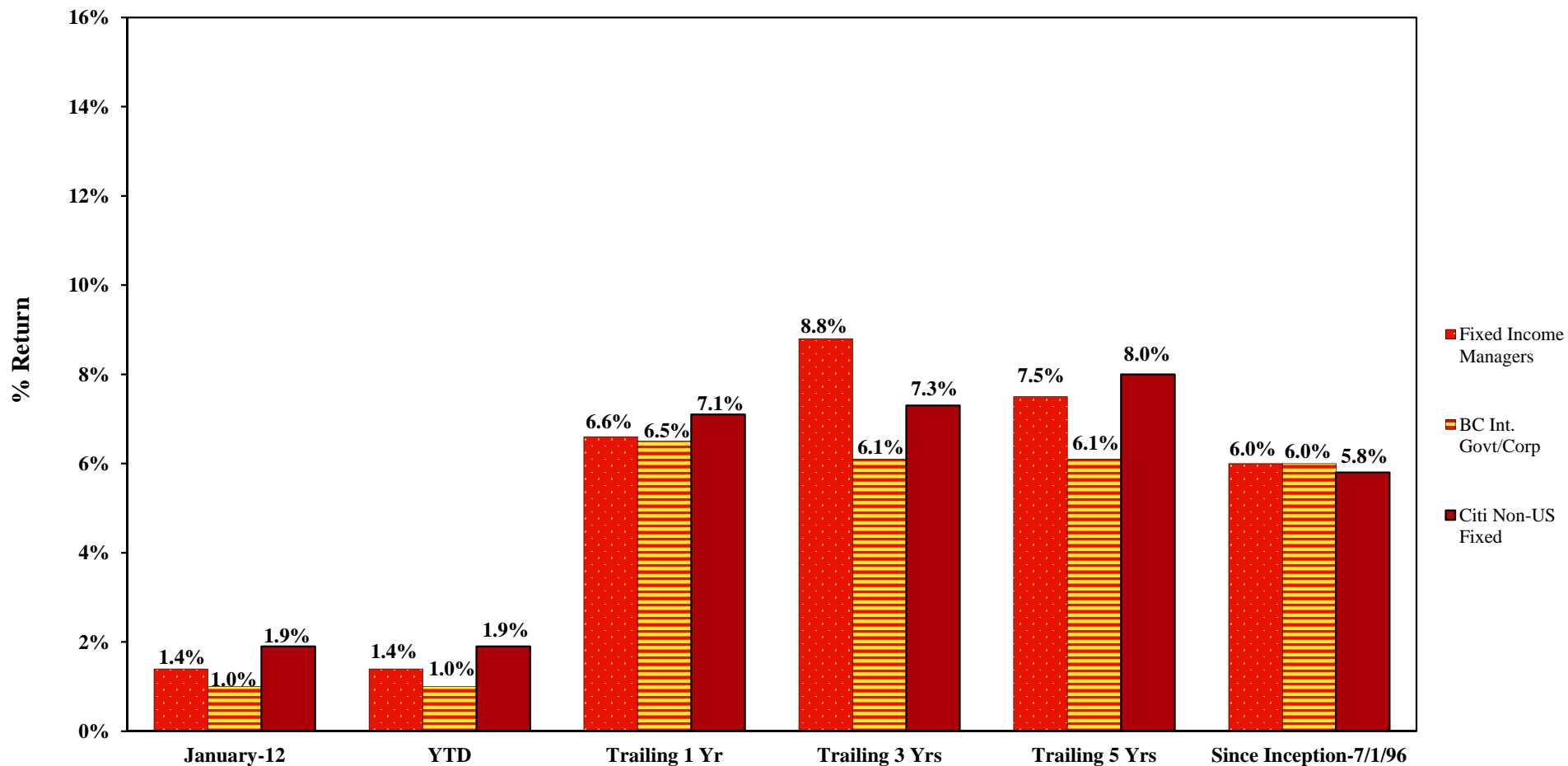


Returns for more than one year are annualized  
Returns are Net of Fees

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## Fixed Income Managers Performance

### Total Fixed Income

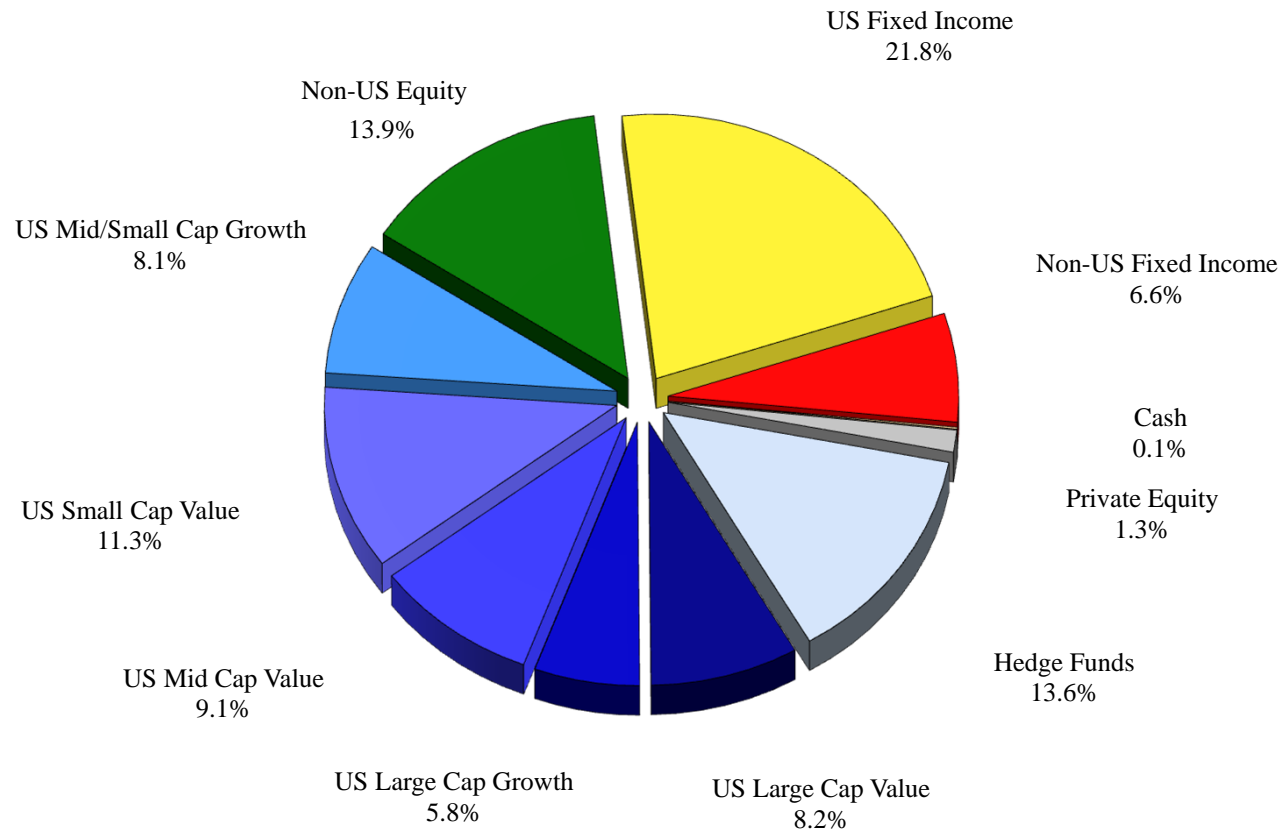


Returns for more than one year are annualized

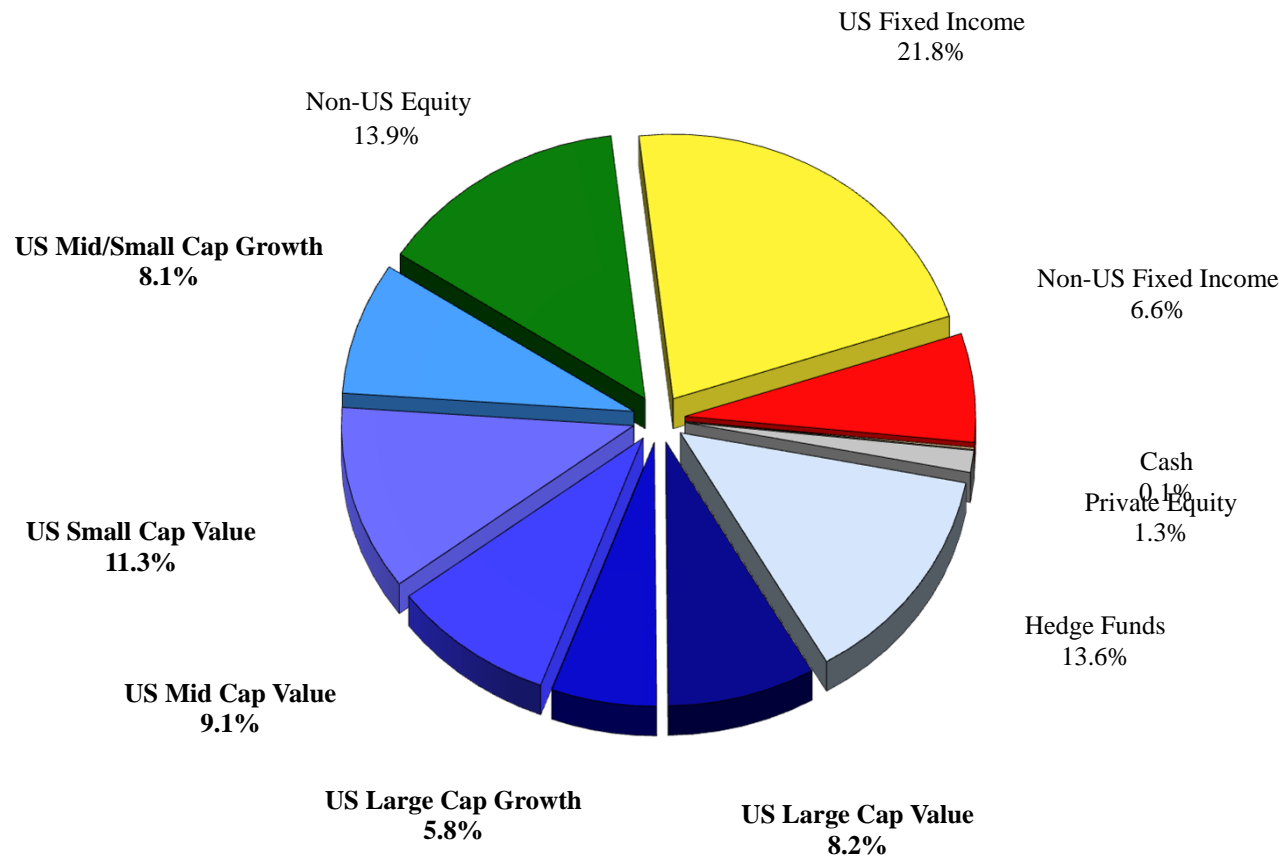
Returns are Net of Fees

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*Investment Manager Performance Analysis*

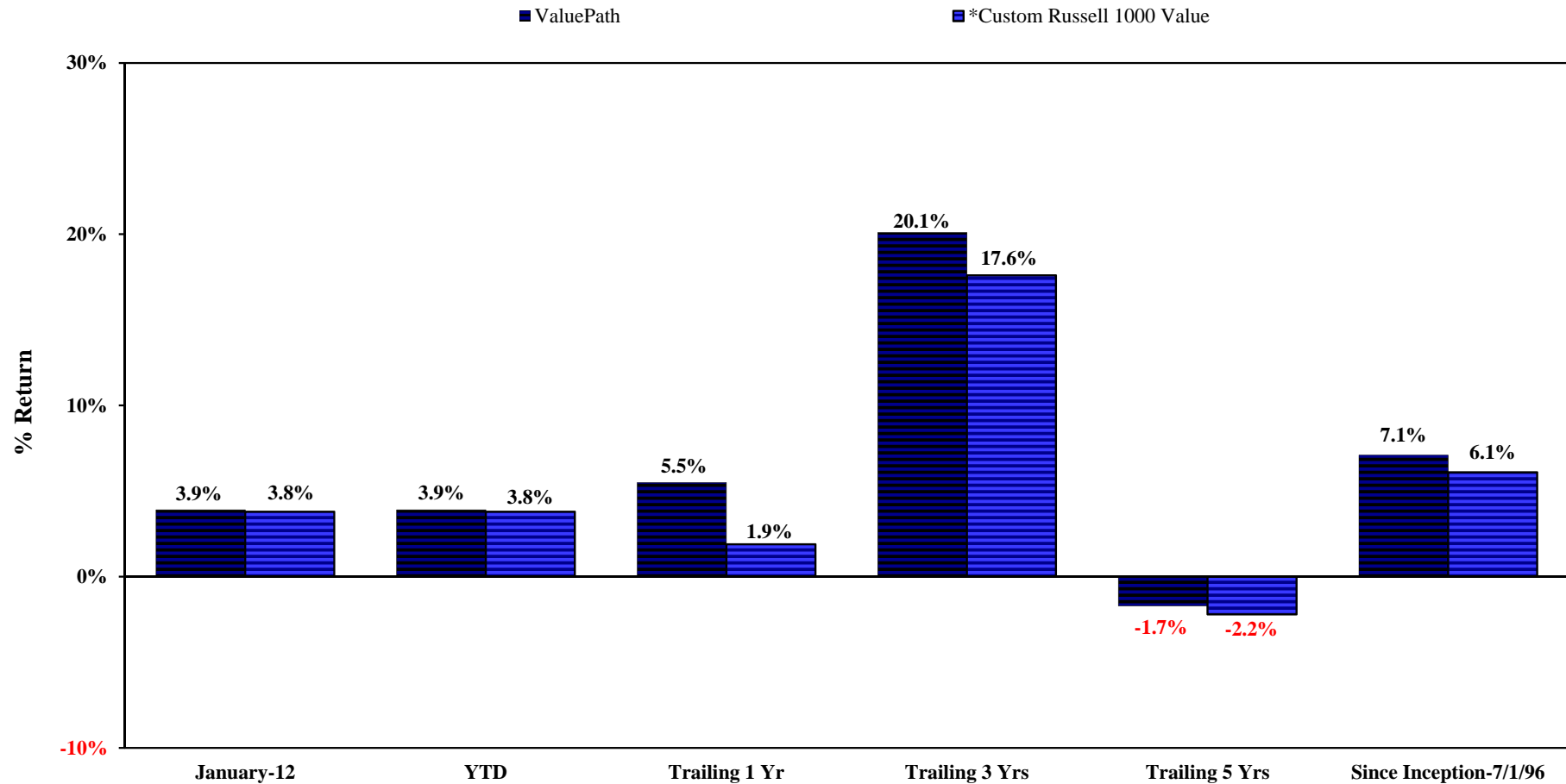


## US Equity Manager Review



## Columbia (formerly Fleet ValuePath) - Large Cap Value

### Performance



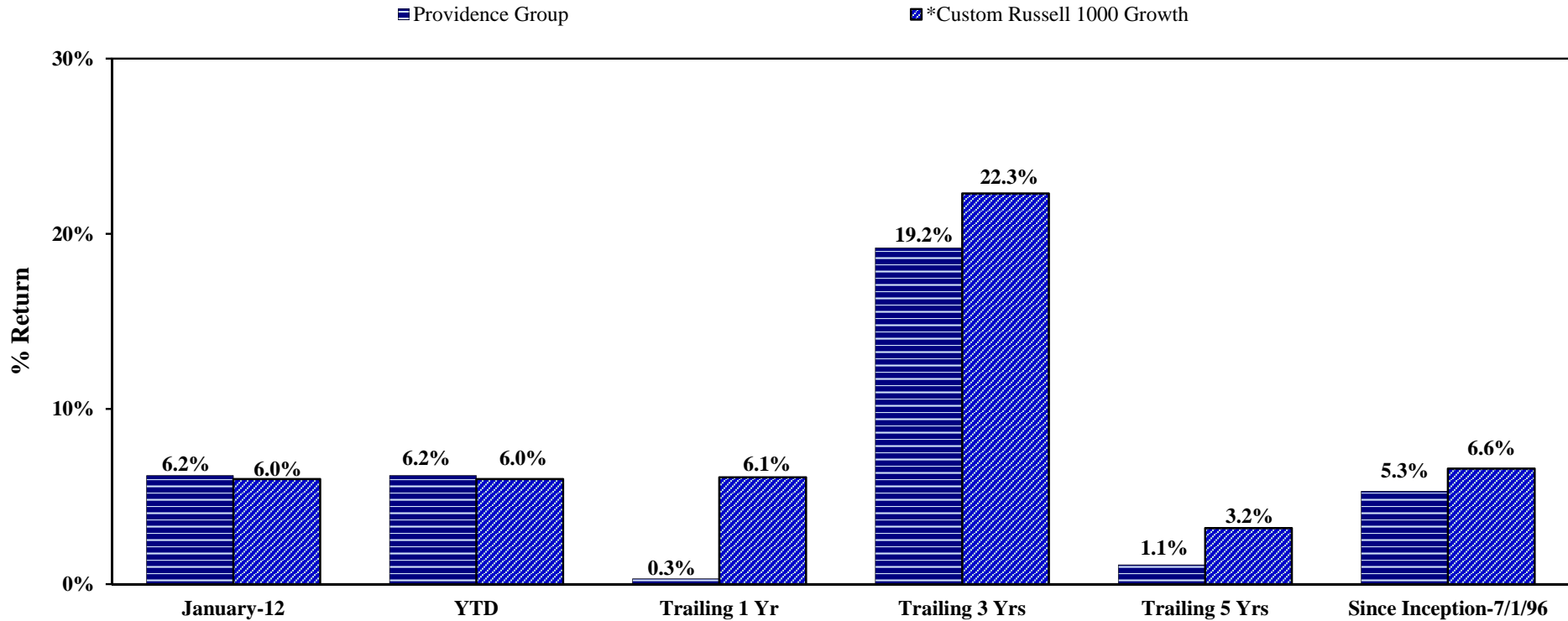
Statistics	Jan-12
Initial Contribution	\$25,070
Net Flows	-29,714
Current Market Value	\$23,204
% of Total Assets	8.21%

\*Effective 1/1/02, Index was changed from Wilshire Target Large Value to Russell 1000 Value  
 Returns for more than one year are annualized  
 Returns are Net of Fees

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## Mellon (formerly The Providence Group) - Large Cap Growth

### Performance



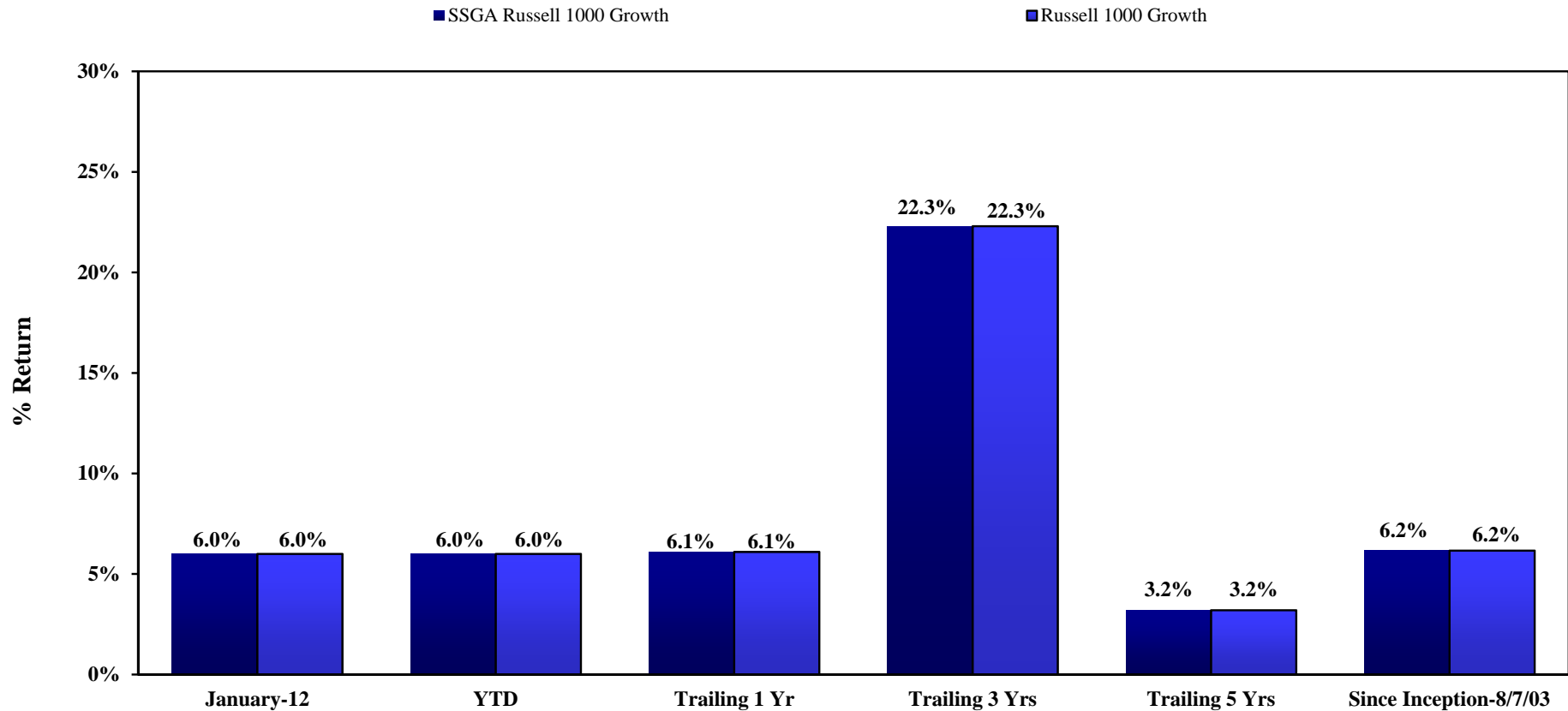
\*Effective 1/1/02, Index was changed from Wilshire Target Large Growth to Russell 1000 Growth  
Returns for more than one year are annualized  
Returns are Net of Fees

Statistics	Jan-12
Initial Contribution	\$15,967
Net Flows	-18,801
Current Market Value	\$8,145
% of Total Assets	2.88%

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### SSGA Russell 1000 Growth

#### Performance



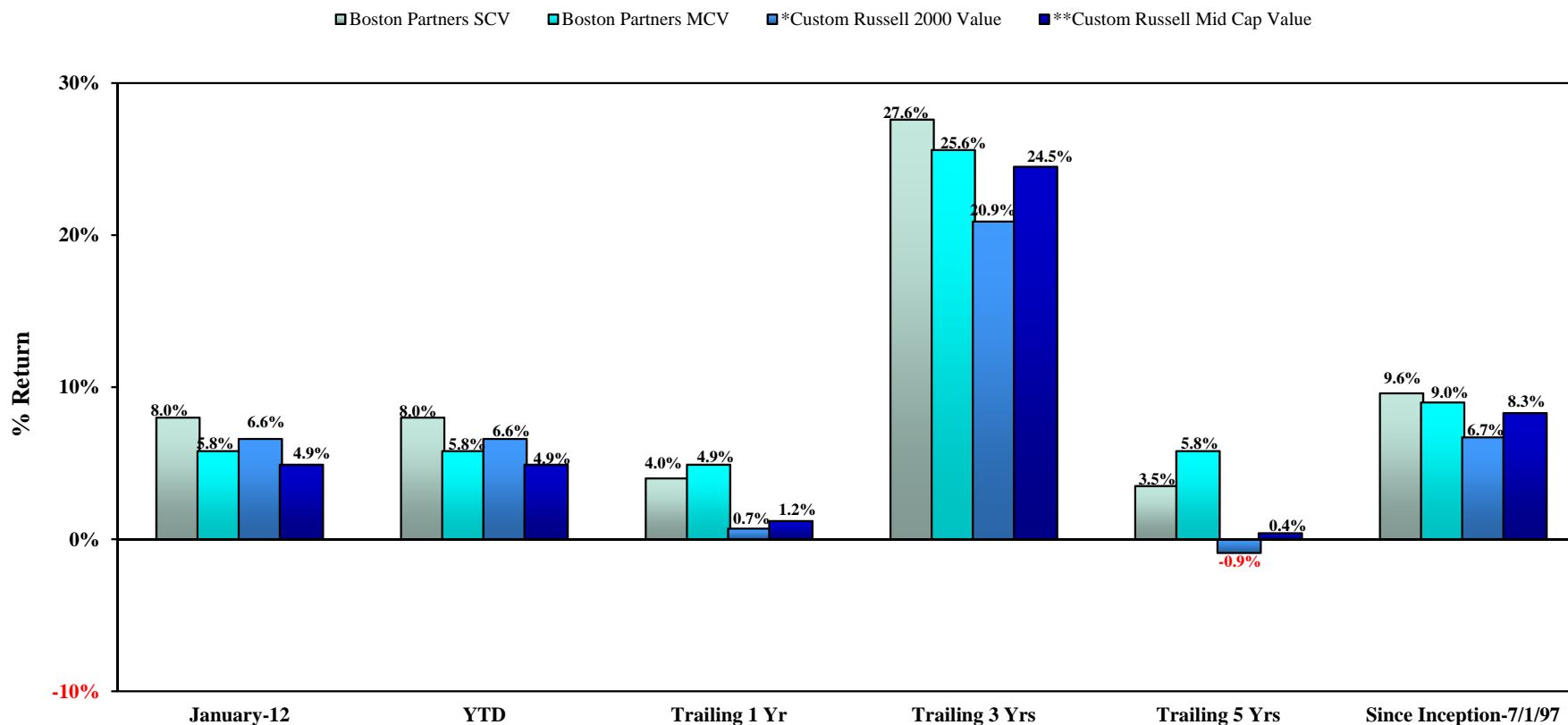
Statistics	Jan-12
Initial Contribution	\$9,434
Net Flows	-6,000
Current Market Value	\$8,330
% of Total Assets	2.95%

Returns for more than one year are annualized  
Returns are Net of Fees

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## Boston Partners - Small/Mid Cap Value

### Performance



Statistics	Jan-12
Initial Contribution	\$20,350
Net Flows	-41,000
BP SCV Market Value	\$31,927
% of Total Assets	11.29%

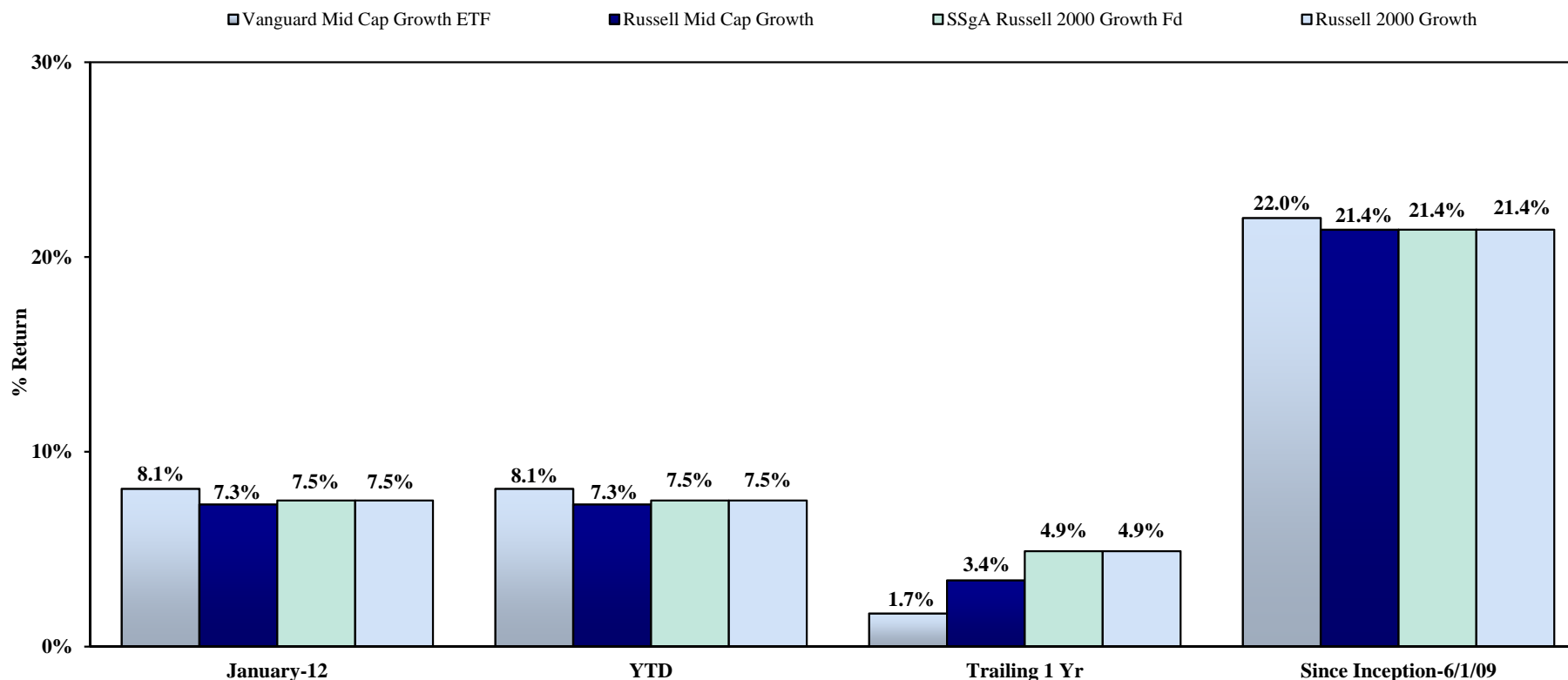
Statistics	Jan-12
Initial Contribution	\$18,350
Net Flows	-30,500
BP MCV Market Value	\$25,753
% of Total Assets	9.11%

\*Effective 1/1/02, Small Value Index changed from Wilshire Target Small Value to Russell 2000 Value  
 \*\*Effective 1/1/02, Mid Value Index changed from Wilshire Target Mid Value to Russell MidCap Value  
 Returns for more than one year are annualized  
 Returns are Net of Fees

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## Vanguard MCG ETF/SSgA Russell 2000 Growth Fund-Mid/Small Growth Managers

### Performance



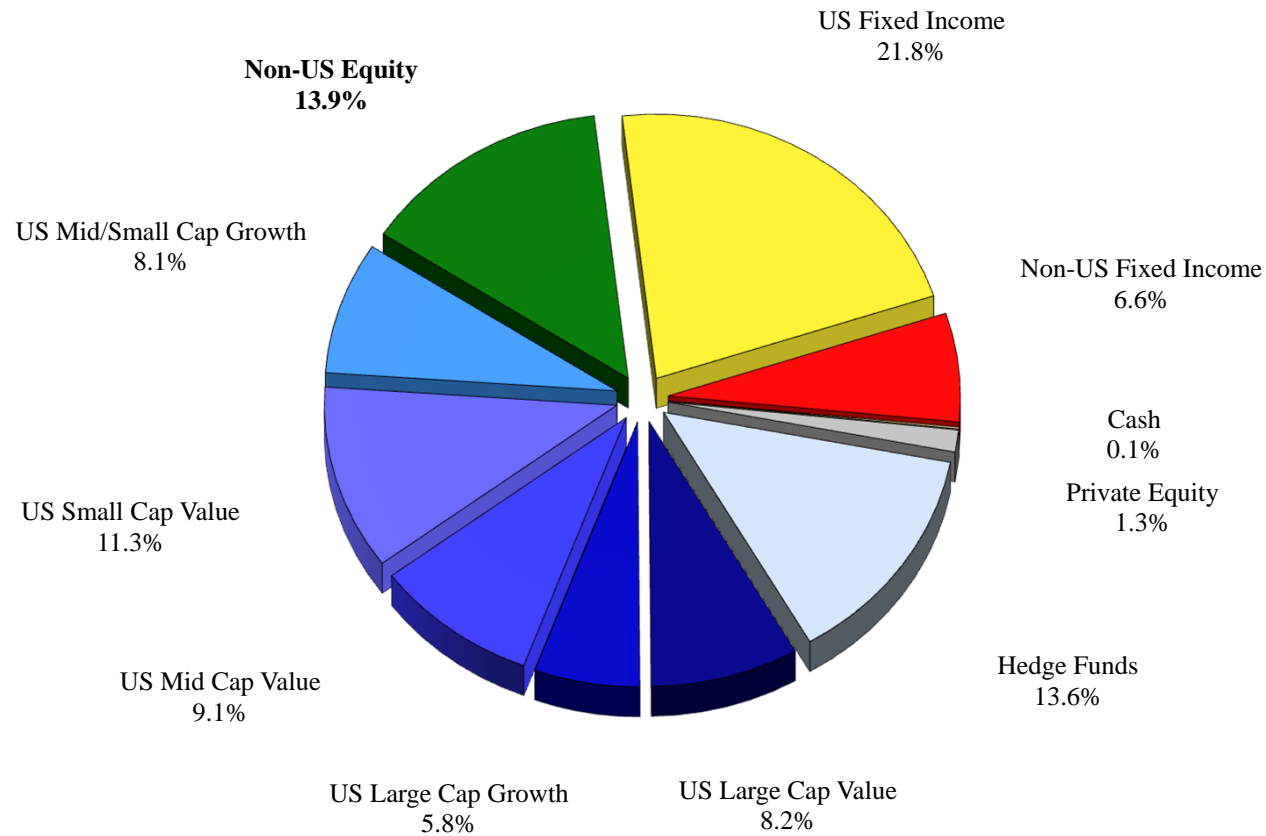
Statistics	Jan-12
Initial Contribution	\$5,500
Net Flows	0
Vanguard MCG ETF	\$9,497
% of Total Assets	3.36%

Returns for more than one year are annualized  
Returns are Net of Fees

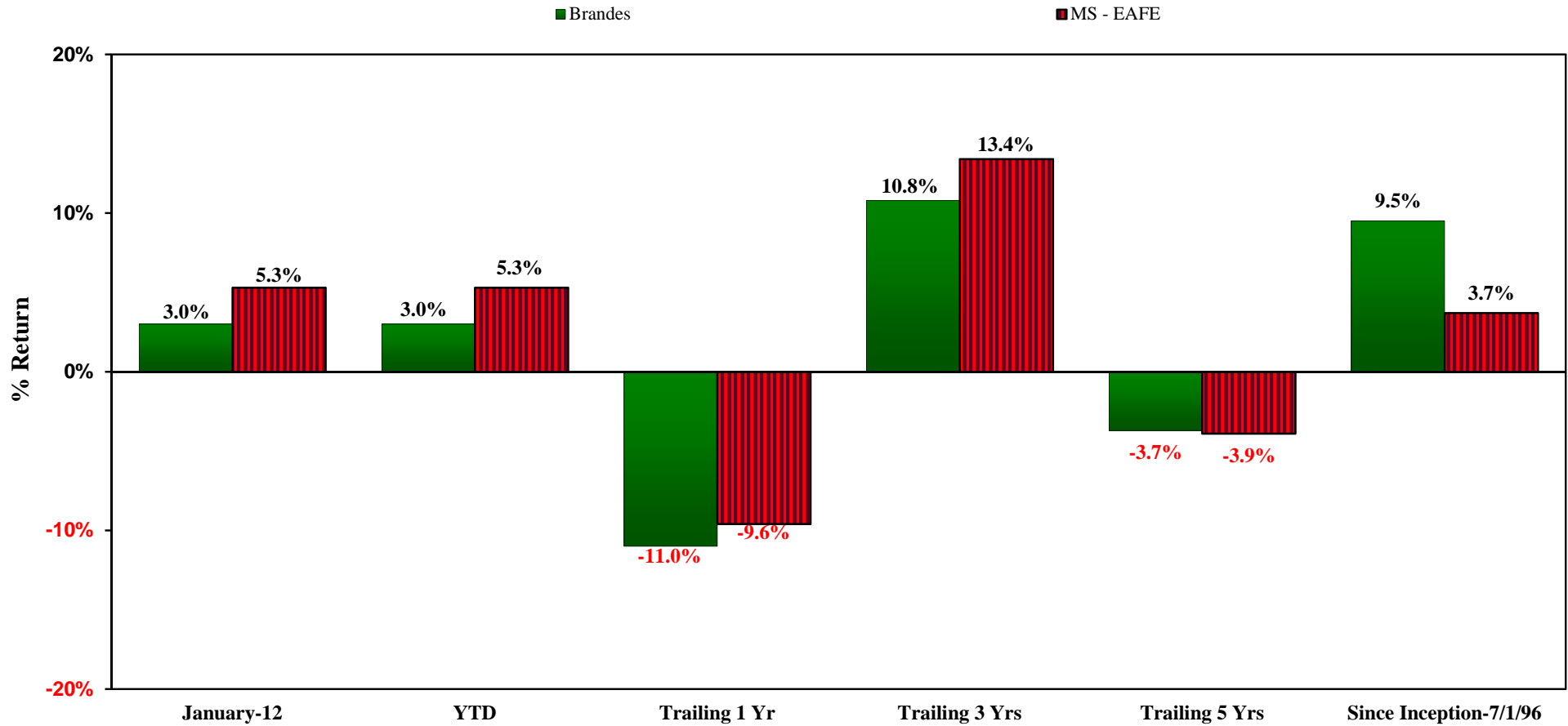
Statistics	Jan-12
Initial Contribution	\$7,972
Net Flows	24
SSgA 2000 Growth Fd	\$13,369
% of Total Assets	4.73%

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## International Equity Manager Review



## Brandes Investment Partners vs. EAFE

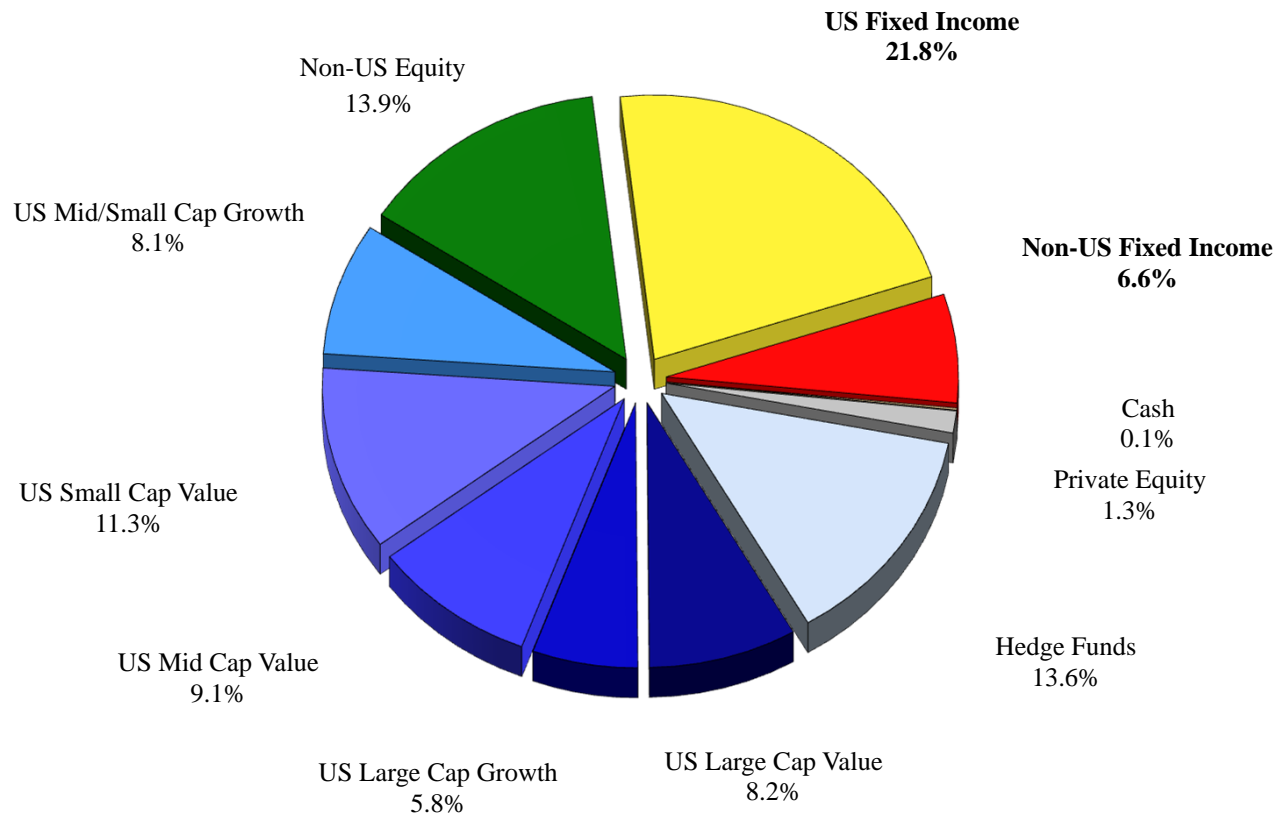


Statistics	Jan-12
Initial Contribution	\$19,883
Net Flows	-30,943
Current Market Value	\$39,433
% of Total Assets	13.95%

Returns for more than one year are annualized  
Returns are Net of Fees

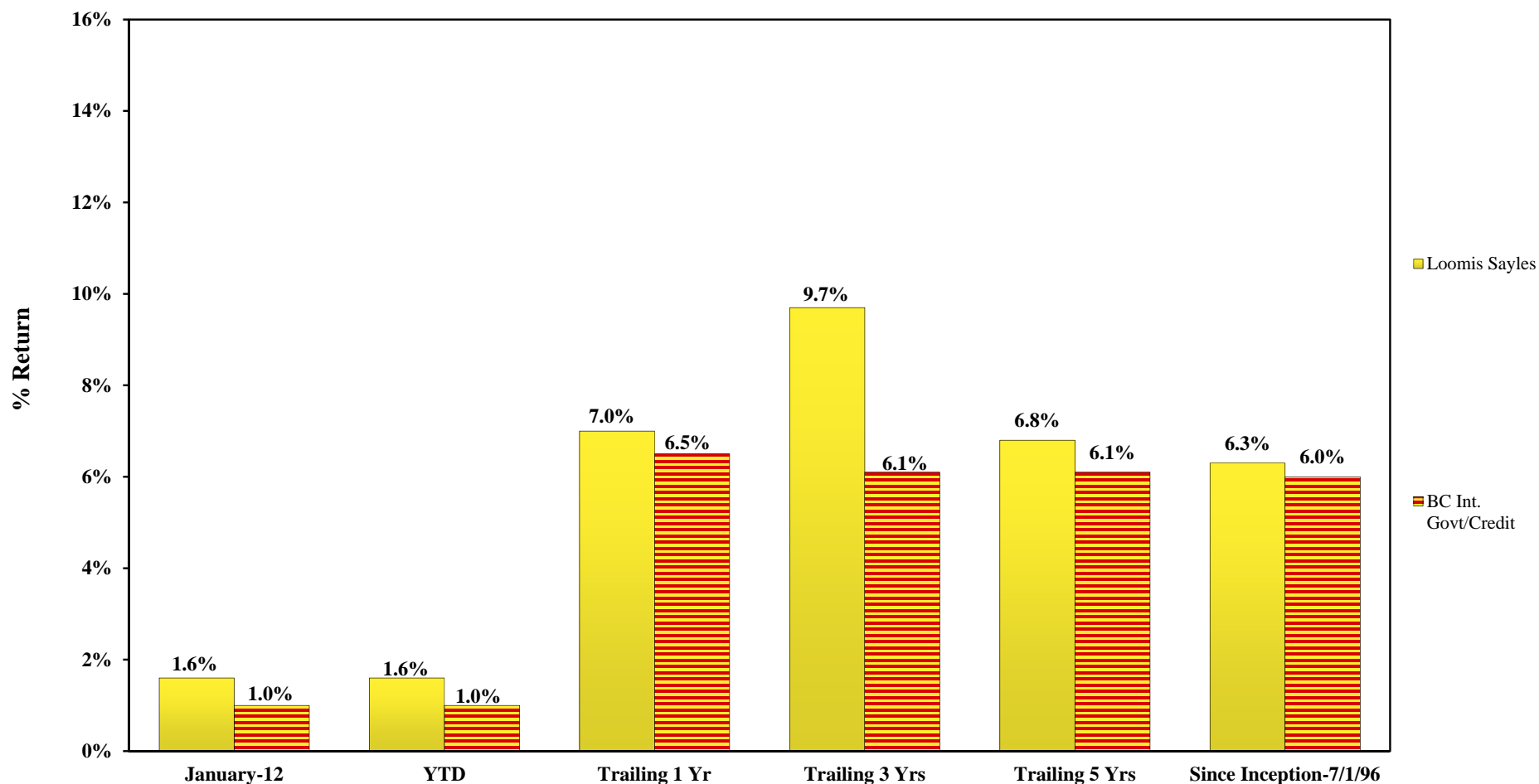
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## Fixed Income Manager Review



## US Fixed Income Manager Performance

### Loomis - US Fixed Income



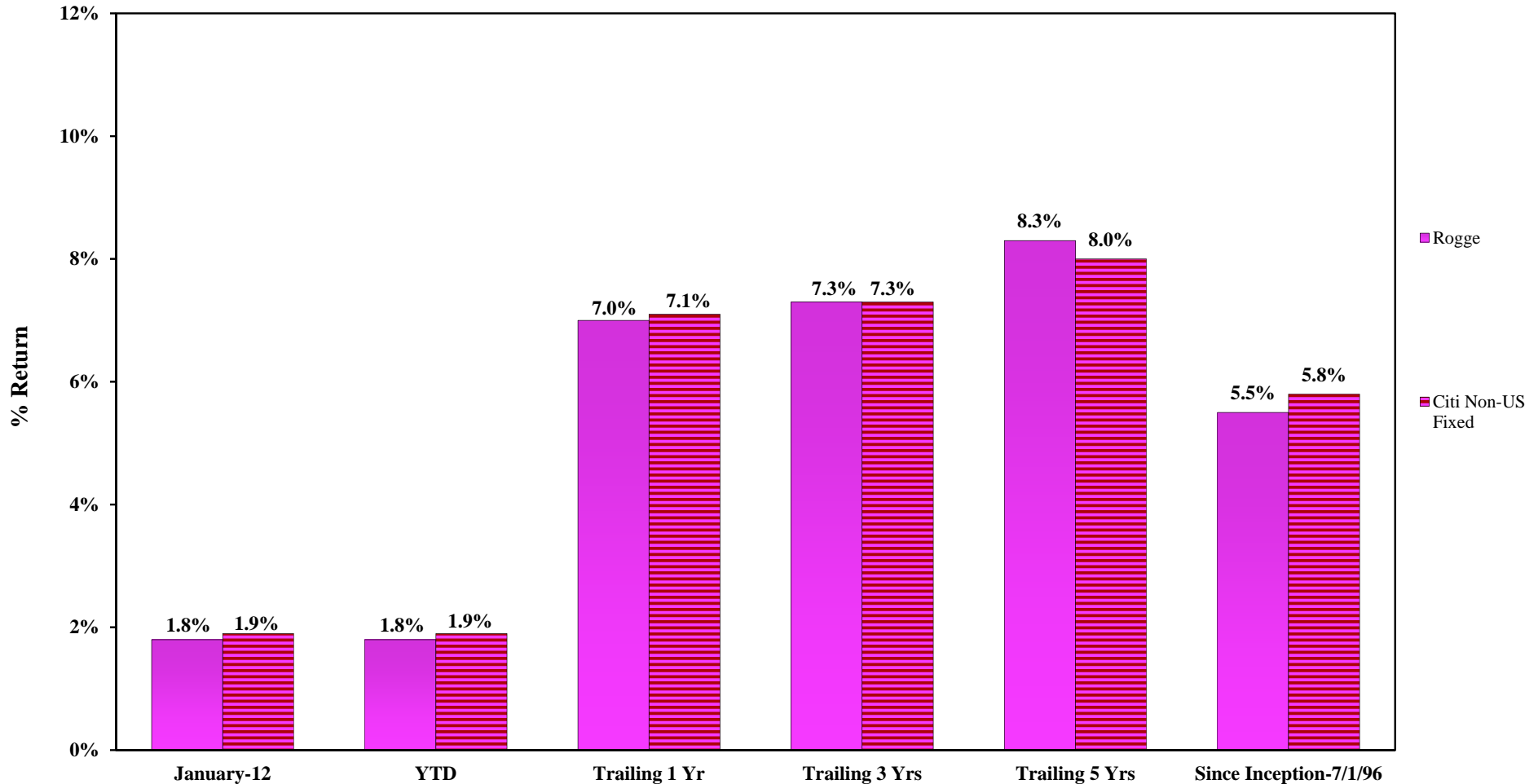
Statistics	Jan-12
Initial Contribution	\$85,000
Net Flows	-99,362
Current Market Value	\$61,640
% of Total Assets	21.80%

Returns for more than one year are annualized  
Returns are Net of Fees

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## International Fixed Income Manager Performance

### Rogge - Non-US Fixed Income

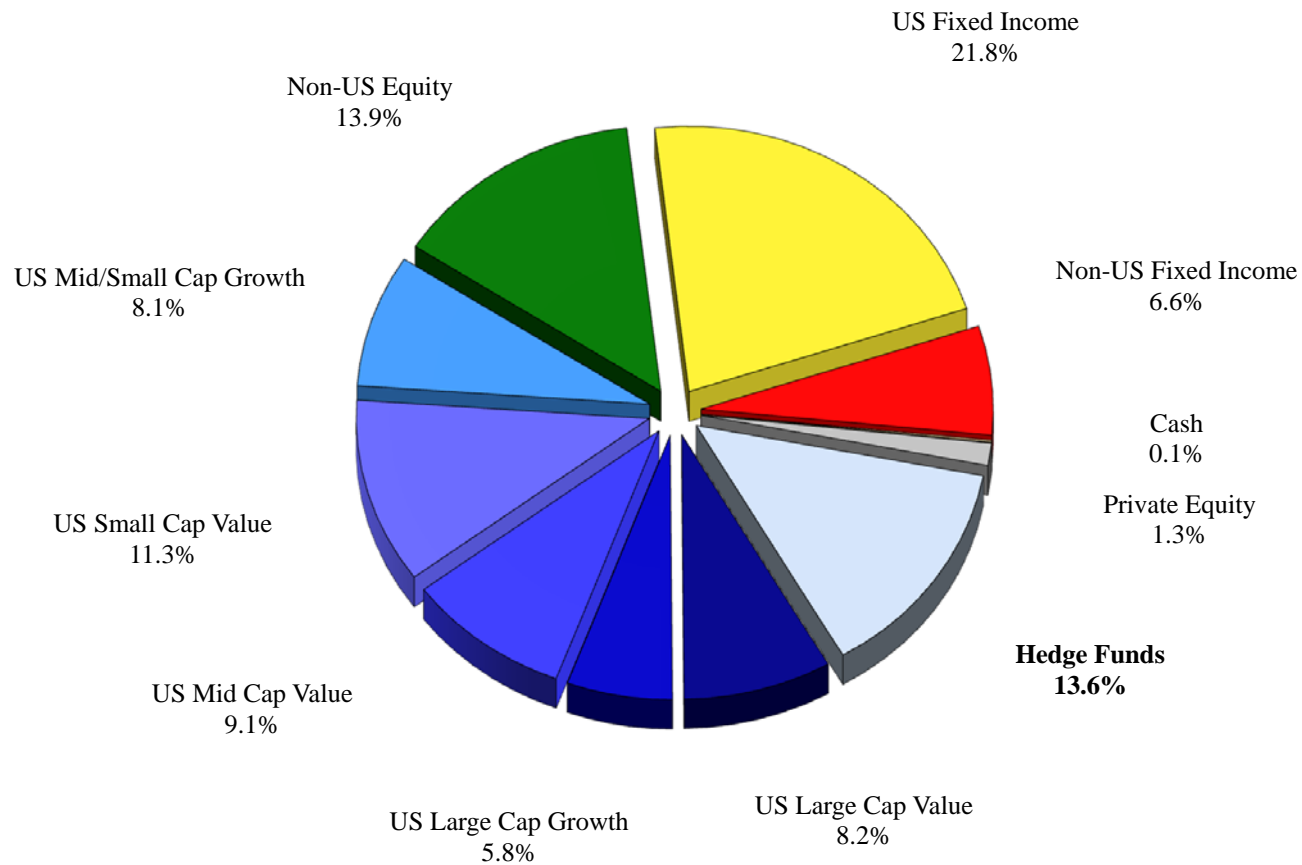


Statistics	Jan-12
Initial Contribution	\$8,000
Net Flows	0
Current Market Value	\$18,762
% of Total Assets	6.64%

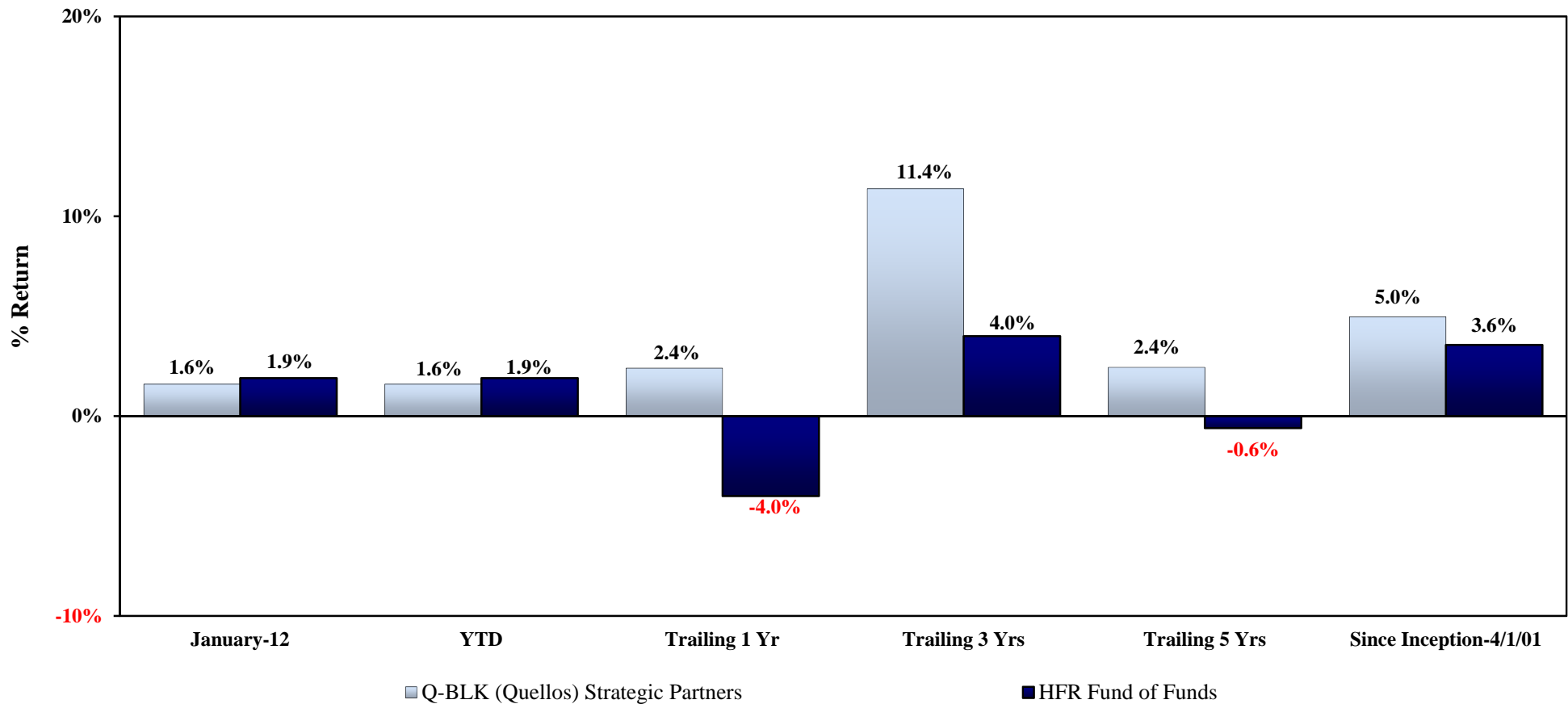
Returns for more than one year are annualized  
Returns are Net of Fees

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## Hedge Fund Manager Review



## Q-BLK (Quellos) Strategic Partners

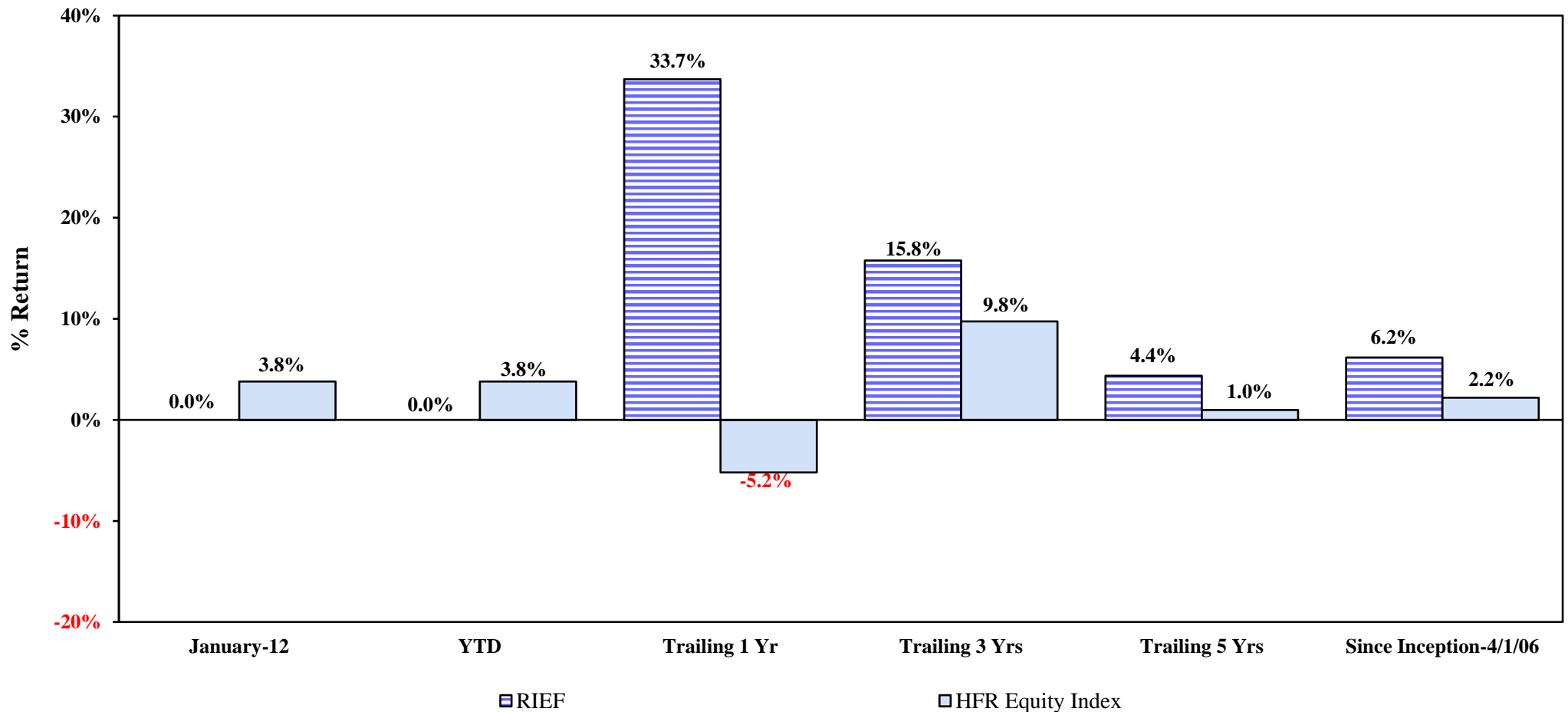


Statistics	Jan-12
Initial Contribution	\$6,000
Net Flows	0
Current Market Value	\$10,155
% of Total Assets	3.59%

Returns for more than one year are annualized  
Returns are Net of Fees

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## Renaissance Institutional Equity Fund



Statistics	Jan-12
Initial Contribution	\$20,000
Net Flows	0
Current Market Value	\$28,401
% of Total Assets	10.05%

Returns for more than one year are annualized  
Returns are Net of Fees

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